
FISCAL UPDATE Article

Fiscal Services Division

March 15, 2018



Ground Floor, State Capitol Building

Des Moines, Iowa 50319

515.281.3566

SECONDARY ROAD FUND DISTRIBUTION COMMITTEE — MARCH 2018 MEETING

Meeting. The Secondary Road Fund Distribution Committee (SRFDC) met on March 15, 2018, in Des Moines. The intent of the Committee is to determine a methodology to distribute Secondary Road Funds and Farm-to-Market Funds and revise the Secondary Road and Farm-to-Market distribution factor formulas. The Committee is governed under 761 IAC [102.1](#). The topics discussed at the meeting are detailed below:

Update on Road Use Tax Fund (RUTF) Revenue Projections. Adam Shell of the Iowa Department of Transportation (DOT) briefed the Committee on revenue to the RUTF. Revenue for FY 2018 is approximately 2.0% above what was forecasted for the year. The average annual combined growth in revenue for FY 2019 to FY 2023 is estimated to be 0.2%. The TIME-21 Fund is expected to reach its funding cap of \$225.0 million in FY 2020. Any additional revenue over that amount will follow the RUTF formula allocation.

Review of Administrative Rulemaking. The DOT is required to review the administrative rulemaking pertaining to the SRFDC every five years. The Committee voted to make no changes to rules at this time.

SRFDC Historical Perspective. Steve De Vries of the Iowa County Engineers Association Service Bureau (ICEASB) gave a brief historical review of how the current funding formulas and factors were established. More information on the presentation can be found [here](#).

Additional Business. The Committee reelected its current Chairperson and Vice Chairperson, and there was discussion on the federal aid swap, which will begin in October 2018, and the proposed federal infrastructure plan.

The next Committee meeting will be in August.

LSA Staff Contact: Michael Guanci (515.729.7755) michael.guanci@legis.iowa.gov

948262